



08-429-CG-B

To Whom It May Concern:

As a result of well publicized issues in the residential mortgage lending industry, BayRock Mortgage Corporation has ceased operations. In order to settle obligations to secured lenders, BayRock has sold or transferred the majority of its assets to settle debt obligations. Attached is the September 30, 2008 balance sheet of the company. All of the remaining assets are in the control of secured debt holders of the company. The proceeds from the liquidation of the remaining assets will go to pay secured debt holders obligations.

Any further correspondence should go to BayRock's new mailing address:

**BayRock Mortgage Corporation
P.O. 2902
Alpharetta, GA 30023**

BayRock's Registered Agent for service of legal notices is:

**Scroggins & Williamson
Attn: J. Hayden Kepner, Esq.
Bankruptcy and Restructuring Practice
1500 Candler Building
127 Peachtree Street, N.E.
Atlanta, GA 30303**

BayRock Mortgage Corporation

Balance Sheet

September 30, 2008

Page: 1 of 2

Date: 10/08/08

Time: 12:34 pm

Detail - Audit Lead Schedule Format

ASSETS

Current Assets	
1000 Payroll - Old	\$64.04
1040 Operating	4,847.20
1041 Payroll	24.21
1210 Warehouse Master Cash	1,265.39
Total Cash	6,200.84
1315 Restricted Cash - Interest Reserve	40,293.62
Total Restricted Cash	40,293.62
Investments in Marketable Securities	.00
Total Cash and Investments	46,494.46
1400 Accounts Receivable	21,900.29
Accounts Receivable	21,900.29
1700 Internal Inv. Williams lot (9th Ward)	62,000.00
1701 Loss Reserve - Internal Inv.	(62,000.00)
1750 Mortgage Loan Participation Investment	84,262.06
Total Mortgage Loan Inv.	84,262.06
Total Off Balance Sheet	.00
Inventory - Loans Held for Sale	84,262.06
Total Loans, net	84,262.06
2100 Rent Deposit	44,290.00
Prepaid Expenses & Deposits	44,290.00
Total Current Assets	196,946.81
Property and Equipment	
Furniture, Fixtures, & Equipment	.00
Less: Accumulated Depreciation	.00
Net Fixed Assets	.00
Total Assets	\$196,946.81

BayRock Mortgage Corporation

Balance Sheet

September 30, 2008

Page: 2 of 2

Date: 10/08/08

Time: 12:34 pm

Current Liabilities	
Notes Payable Under Warehouse Line	.00
3500 Accounts Payable	150,300.89
3510 Accrued Expense	1,000,000.00
3515 Litigation Settlement Liability	1,520,000.00
3600 Due to Secured Lender	428,957.73
3650 Accrued Ins Payable	6,775.12
3760 Equipment Financing	35,000.00
3900 GRMF Payable	279.50
A/P and Accrued Expenses	3,141,313.24
Total Mortgagor Liabilities	.00
Investor Liabilities	.00
Accrued Wages and Bonus	.00
Total Current Liabilities	3,141,313.24
Long-Term Liabilities	
Total Long-Term Liabilities	.00
Stockholders' Equity	
4500 Common Stock	4,214.56
4510 Additional Paid-In Capital	324,153.44
4550 Retained Earnings	4,478,912.94
4560 Net Income - Current Period	(7,751,647.37)
Total Stockholders' Equity	(2,944,366.43)
Total Liab & Stockholders' Equity	\$196,946.81